

REPORT SUMMARY

The University of Montana (All Campuses)

We performed a financial-related audit of The University of Montana (All Campuses) for the two fiscal years ended June 30, 2007. The previous report for the two fiscal years ended June 30, 2005, contained two recommendations. The university implemented both recommendations.

This report contains five recommendations directed to the university. Our recommendations address inventory controls, controls over federal grant expenses, corporate equipment, sole source contracting, and athletic trade-out agreements.

The listing below serves as a means of summarizing the recommendations contained in the report, the university's response thereto, and a reference to the supporting comments.

Recommendation #1

We recommend The University of Montana complete timely inventory counts and reconciliations as required by state policy.8

Recommendation #2

We recommend The University of Montana improve documentation procedures to ensure it is following established controls relating to Research and Development grants. 9

Recommendation #3

We recommend The University of Montana put the agreement related to the welding program in writing, and if applicable, record the activity on the accounting records.....10

Recommendation #4

We recommend The University of Montana follow state and university policy related to sole source contracting. 11

Recommendation #5

We recommend The University of Montana follow university trade-out agreement policy..... 12